State of California Regional Water Quality Control Board San Diego Region

> EXECUTIVE OFFICER SUMMARY REPORT October 13, 2004

ITEM: 7

SUBJECT: Issuance of Waste Discharge Requirements: Port of San Diego,

> Campbell Shipyard Bay Sediment Cap for Closure and Post-Closure Maintenance, San Diego Bay, (tentative Order No. R9-

2004-0295. (Brian McDaniel and Dat Quach).

PURPOSE: The California Regional Water Quality Control Board, San Diego

> Region (Regional Board) will consider the adoption of Waste Discharge Requirements for the Campbell Shipyard Bay Sediment

Cap for Closure and Post-closure Maintenance project.

PUBLIC NOTICE: Tentative Order No. R9-2004-0295 was distributed by email on

September 14, 2004 to individuals, responsible public agencies, citizens groups representing local residents, environmental

organizations, and interested industrial organizations (Attachment

No. 1). Additionally, the tentative Order was placed on the Regional Board's web site on September 15, 2004, and was included in the agenda notice that was mailed on September 24,

2004.

KEY ISSUES: Tentative Order No. R9-2004-0295 is based on a sixty-percent

design submittal. The requirements in the Order will be protective of water quality and beneficial uses if minor changes occur while finalizing the design. However, significant design changes may

require a modification of the Order.

The public comment period closes on October 12, 2004, at 5:00 p.m. This does not provide time for the Regional Board to review

and respond to comments if any are received.

The Port of San Diego has entered into a Memorandum of Understanding (MOU) with Baykeeper and Surfrider Foundation regarding the proposed project. The MOU address their concerns regarding the project, but it is unknown if all environmental groups agree with the requirements in the MOU.

Campbell Shipyard WDRs

DISCUSSION:

Tentative Order No. R9-2004-0295 establishes waste discharge requirements for the cleanup and abatement of bay sediments within the Campbell Industries and Marine Construction and Design Company Holdings, Inc (Campbell Shipyard) waterside leasehold in Central San Diego Bay (Attachment Nos. 2 and 3). Bay sediments contain elevated concentrations of polychlorinated biphenyls (PCBs), copper, zinc, lead, tributyltin (TBT), polynuclear aromatic hydrocarbons (PAHs) and total petroleum hydrocarbons. Cleanup levels and responsible parties were established in Cleanup and Abatement Order No. 95-21 and addenda, issued on May 24, 1995.

The Port of San Diego (Port) identified remediation alternatives in a March 25, 2002 report. The Port evaluated technical effectiveness, implementability, environmental effects/habitat impacts, and estimated costs for each alternative and selected capping in place as the preferred alternative.

On July 30, 2004, the Port submitted a report entitled "60% Basis of Design Report" that further describes the preferred project. This report included the following factors in developing the cap design: (1) isolation of existing pollutants in bay sediments; (2) potential short and long-term water quality impacts from consolidation of sediments; (3) impacts from hydrodynamic factors (e.g., action by waves, tidal currents, propeller wash from operations at the Tenth Avenue Marine Terminal and recreational boats); (4) bioturbation; (5) geotechnical aspects (e.g., bearing capacity of sediments, settlement); and (6) stability of the cap under forces generated by seismic events (e.g., liquefaction and spreading).

The project will consist of dredging 35,900 cubic yards of sediment, creation of 1 acre of shallow subtidal eelgrass habitat (a.k.a. habitat cap), construction of an engineered cap, demolition of the existing shipways and marine rails, retrofitting an existing mole pier, repair and reconstruction of 1,230 feet of existing seawall, placement of rock revetment in front of the existing seawall, potential construction of a 90-foot wave attenuation panel to protect the shallow subtidal habitat area, and extension of a storm drain.

Dredging will be accomplished by mechanical clamshell bucket. To minimize turbidity and the transport of contaminated sediments outside of the project site, the Port will use double silt curtains, comprised of a geotextile fabric supported by a floatation boom, surrounding the dredging area.

Campbell Shipyard WDRs

With the exception of approximately 1,000 cy, the sediment has been profiled as California non-hazardous waste and will be disposed of at one or more landfill(s) that are properly permitted under Federal and applicable State requirements. Approximately 1,000 cy of contaminated sediment from the shipways area, impacted by a limited extend of petroleum hydrocarbon free product and PCB, is presently being assessed and may be characterized as hazardous waste, which will be disposed of at a facility permitted to receive such waste.

The engineered and habitat caps are designed to provide effective and permanent isolation of contaminated bay sediments. Following construction of the caps, sediment concentrations of contaminants will be below those specified in Cleanup and Abatement Order No. 95-21. The caps will extend beyond the area of contaminated sediment identified in Cleanup and Abatement Order No. 95-21 to provide a buffer and to ensure that contaminated sediment is adequately contained.

To ensure that funds are available for closure and post-closure maintenance, and corrective actions if necessary, the tentative Order requires the Port to establish and maintain financial assurances in the amount of \$21,589,000. The tentative Order also requires the Port to conduct monitoring to confirm that the caps are functioning as designed and that contaminants have been fully contained within the caps. In the event monitoring identifies structural problems (e.g., erosion of the cap) or sediment concentrations of contaminants above "action levels", the Port shall conduct additional investigations to identify the cause of the problem and implement appropriate corrective measures.

The Port has worked with environmental groups to address their concerns regarding the proposed project and has entered into a Memorandum of Understanding (MOU) with San Diego Baykeeper and Surfrider Foundation, San Diego Chapter (Attachment No. 4). While the Regional Board has not received comments on the tentative Order to date, findings in the tentative Order will be revised to better clarify the factual basis for the requirements in the Order (Attachment No. 5). Because the requirements of the tentative Order were not changed, additional public notice is neither necessary nor required.

Campbell Shipyard WDRs

LEGAL CONCERNS:

California Code of Regulations (CCR), Title 27 contains an exemption for cleanup/remediation by public agencies: "Actions taken by or at the direction of public agencies to cleanup and abate conditions of pollution or nuisance resulting from unintentional or unauthorized releases of waste or pollutants to the environment; provided that wastes, pollutants, or contaminated materials removed from the immediate place of release shall be discharged according to SWRCB-promulgated sections of Article 2, Subchapter 2, Chapter 3, Subdivision 1 of this division (§ 20200 et seq.); and further provided the remedial actions intended to contain wastes at the place of release shall implement the applicable SWRCB-promulgated provisions of this chapter to the extent feasible."

The applicable regulations allow the Regional Board to exempt proposed actions, to be conducted by the San Diego Unified Port District, from some of the prescriptive requirements of CCR Title 27. The requirements of tentative Order R9-2004-0295 were developed to ensure that the discharger implements the applicable provisions of CCR Title 27 to the extent feasible.

SUPPORTING DOCUMENTS:

- 1. Location Map
- 2. Site Map
- 3. Tentative Order No. R9-2004-0295
- 4. Distribution List
- 5. Memorandum of Understanding dated August 27, 2004

RECOMMENDATION(S): Regional Board staff recommend adoption of tentative Order No. R9-2004-0295.